

CITY OF FRANKLIN
FINANCE COMMITTEE MINUTES
January 24, 2006

- I. The January 24, 2006 Finance Committee Meeting was called to order at 6:00 p.m. in the Common Council Chambers of Franklin City Hall.

Present were Members Russo, Kust, Alderman Solomon, Alderman Hammelman, and Alderman Skowronski. Members Ciche and Bowe were excused. Also present was Director of Finance & Treasurer Patterson.

- II. Citizen Comment Period – None.

- III. Motion made by Alderman Hammelman and seconded by Member Russo to approve the November 22, 2005 Meeting Minutes as submitted. Upon vote, Ayes-All, Motion carried.

- IV. Franklin Fire Department Inspection Fee Proposal Dated January 18, 2006

Fire Chief Jim Martins and Assistant Fire Chief Lloyd Bertram presented an updated Fire Inspection Fee Proposal.

Motion made by Member Russo and seconded by Alderman Hammelman to recommend the Fire Department Inspection Fee Proposal, dated January 18, 2006, to the Common Council after recommended changes are made and a review is made by Legal Council. Upon vote, Ayes-All, Motion carried.

- V. Funding for Arbor Day

Motion made by Alderman Skowronski and seconded by Member Kust to recommend to the Common Council that the City pay for the Arbor Day costs and that this be a City function in the future. Upon vote, Ayes-All, Motion carried.

- VI. Update on Funding for City of Franklin Defined Benefit Retirement Income Plan (DPW)

John Augustine of Harbor Investments presented the two options for change in the administrative contract for the Defined Benefit Pension Plan for DPW employees.

Motion made by Alderman Skowronski and seconded by Alderman Hammelman to recommend to the Common Council the following changes in the Administrative Contract for the Defined Benefit Pension Plan for DPW employees:

1. Rewrite the Deposit Administration Contract to a Flexible Pension Investment Contract utilizing a Benefit Index to provide the same guarantee to retired employees as currently exists and utilizing Principal as a co-fiduciary to manage the investment mix; and
2. The fourth quarter payment on the current contract not be made as the switch to the new contract will make that payment unnecessary.

Upon vote, Ayes-All, Motion carried.

- VII. 2005 Semi-Annual Core Investments Report – M&I Investment Management

Informational item only – no action required.

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VIII. General Fund Financial Report – December Preliminary

Report presented by Director of Finance and Treasurer Patterson. No action required.

IX. 2007 Annual Budget Preparation Schedule

Motion made by Member Kust and seconded by Member Russo to recommend to the Common Council the 2007 Annual Budget Preparation Schedule with the minor changes suggested by the Committee. Upon vote, Ayes-All, Motion carried.

X. Policy on Interest Charges on Past Due Accounts Receivables

Motion made by Alderman Hammelman and seconded by Alderman Skowronski to recommend to the Common Council the Accounts Receivables Interest Charges Policy. Upon vote, Ayes-All, Motion carried.

XI. Discussion of Future Topics for Finance Committee Consideration

- Update Fines and Forfeitures Fee Schedules
- Use of Credit Cards in Court
- 50th Anniversary Committee Report
- Chairman Solomon passed out an article on GASB (titled “Retiree Health-Care Accounting Rule May Become Bitter Pill”) and requested that this be added to a future agenda (March or April).

XII. Council Actions

- Funding for New Software System for Police Department, CAD, and Records Management
- Funding for Performance Contracting for Energy Savings
- Issuance of \$10 Million in General Obligation Notes to Refund CDA Debt
- Budget Adjustments for 2005

The Committee was updated on the above Common Council actions. Informational item only – no action required.

XIII. Future Meeting Date – February 28, 2006

XIV. Adjournment

Motion made by Member Kust and seconded by Alderman Skowronski to adjourn the January 24, 2006 Finance Committee Meeting at 7:25 p.m. Upon vote, Ayes-All, Motion carried.